

### Department of Energy

Richland Operations Office P.O. Box 550 Richland, Washington 99352

00-PRO-418

APR 2 4 2000

Mr. R. D. Hanson, President Fluor Hanford, Inc. Richland, Washington 99352

Dear Mr. Hanson:

CONTRACT NO. DE-AC06-96RL! 3200 – EXECUTION OF CONTRACT MODIFICATION M105

Enclosed for your files is one fully executed original of contract modification M105, including one duplicate original of Fiscal Year 2000 Performance Incentives FDH-RC-1, Facilities and Systems Operational for SNF Movement, FDH-CP-3, Retrieve and Ship TRU Offsite, and FH-RC-4, Accelerate Readiness to Receive K Basin Sludge. If you have any questions regarding this matter, please contact me at (509) 376-8948.

Sincerely,

PRO:GFC

Julie (L. Scerachi Sally A/Sicracki Contracting Officer

Enclosures

oc w/encls:

J. L. Jacobsen, FHI

AMENDMENT OF SOLICITATION/MO	DIFICATION OF C	CONTRACT	1. CONT	rra,	CT ID CODE	P.	AGE OF PAGES
2. AMENDMENT/MODIFICATION NO. M105	3. EFF. DATE 04-24-00	4. REQU	IS T.ON/PUF	ર≎⊦	IASE REQ. 5. FR	OJECT NO	). (!f apclicable)
6. ISSUED BY GODE		7.	ADMINIST	ER:	DBY (Wother then kein 6)	CODE	
U.S. Department of Energy Richland Operations Office 825 Jadwin Avenue MSIN A7-80 Richland	WA 99352					_	
E. NAME AND ADDRESS OF CONTRACT	'OR (No., street, co.	inty, State & i	ZiP Code)		9A. AMENOMENT OF \$	SOLICITAT	ION NC.
Fluor Hanford, I/ic.							
2420 Stevens Drive					98. DATED (SEE ITEM	11)	
P.O. Bax 1000					10A. MODIFICATION (	DE CONTR	ACT/ORDER NO.
Richland	WA	99352		Х	DE-AC06-96RL1320	Ö	
GODE: 12345678 FA	CILITY CODE				108. DATED (\$E5   TE/	M 13)	08/06/1996
11. T	HIS ITEM ONLY AP	PLIES TO AV	MENDMENTS	s o	E SOLICITATIONS		
(a) By completing flems Bland 16, and returning submitted; or (c) By separate letter or felegram while RECEIVED AT THE PLACE DESIGNATED FYOUR OFFER. If by violes of this amendment you letter makes reference to the solicitation and this also ACCOUNTING AND APPROFRIATION	ich includes a reference CR THE RECEIPT OF C u desire to change an of unendment, and % recei	e to the solicitati OPFERS PRIOT for already sob- ived prior to the	ion and amend R TO THE HO! milled, such ch	lmen UR A tangk	AND DATE SPECIFIED MAY a may be made by lelegians (	IUR ACXNO RESULT IN	WILEDGEMENT TO REJECTION OF
	TEM APPLIES ONLY				ONTRACTS/ORDERS,		
A THIS CHANGE ORDER IS ISSUED PUR CROER NO. IN ITEM 10A.						DE IN THE C	CNTRACT
B. THE ABOVE NUMBERED CONTRACT/C appropriation date, etc.; SET FORTH IN	RDER IS MODIFIED T	OREFLECT TO	IE ADMINISTR ORITY OF FAS	RATI ( 43.	IVE CHANGES (Such as ch. 103 (b).	anges in pay	ing office
C THIS SUPPLEMENTAL AGREEMENT IS	ENTERED INTO PUR:	S…ANT TO AU					
X Clause H.41: Parformance Object		<u>pectations</u>					
D. Ot HER "Specify type of medification and	( асилотту)						
E. INPORTANT: Diartractio	is not X is re	equired to sign th	his occument a	and a	იზო <u>2</u> იიიიი	lo sauing o	fipa.
14. DESCRIPTION OF AMENDMENT/MC						bjaci mətlər	unere leasible.)
The purpose of this mod	ification is	to revi	se two o	exi	isting Fiscal Y	ear (FY	) 2000
Performance Indentives	(PIs) and a	dd cre n	ew FY 20	000	PI, and incorp		
changes into Part III,	Section J, A	ppendix	D of the	e o	contract.		
The revised PIs arc: 1. FDH-RC-1, Facilities 2. FDH-CP-3, Retrieve a				r £	ONF Movement		
The new PT is:							
FH-RC-4, Accelerate Rea	diness to Re	ceive K	Basin S	lud	lge.		
Except as provided herein, all terms and conditions						nged and in 6	of force and effect.
15A NAME AND TITLE OF SIGNER (Type Ron D. Hanson, President and Chief Executive Officer			16A, NAME	ANI	Dititle Of CONTRACT A. Sieracki, Co	ING OFFIC	ER (Type or july)
15B, CONTRACTOR/OFFEROR	150. DA \$3	GNED	16B. UNITE BY: 1/2	បន វវ	TATES OF AMERICA		160. DATE SIGNED
(Signature of person quironized to	=   =   =   =   =   =   =   =   =   =		- (CE ) C-(C	<i>ः</i> Sigr	nature of Confracting Office	cer)	34 3-pr 00

Contract Number DE-AC06-RE13200

Modification M105

Page 2 of 13

Performance Incentive Number: Performance Incentive Number: Performance Incentive Short fule: Revision Number & Date: Revision Number & Parker Revision Number & Pa	FY 2000 PERFORMANCE INCENTIVE: Move K-Basin SNF and Sludge					
Performance Incentive Number: Performance Incentive Short Title: Revision Number: & Date: Revision Number: & Date: Revision Number: & Date: Revision Number: & Pacilities and Systems Operational for SNF Movement Revision Number: & Date: Revision Number: & Date: Revision Number: & Date: & Revision Number: & Date: & Revision Number: & Date: & Revision Number: & Revision Number: & Date: & Regular	CENTRAL INFORMATION CONTROL					
Check appropriate box:  Outcome #1: Restore the River Corridor for multiple uses Outcome #2: Transition Central Plateau to support long-term waste management Outcome #3: Put DOE Assets to work for the future  SECTION 3  PERFORMANCE OBJECTIVE (S), MEASURES AND EXPECTATION (S)  List associated performance objectives, measures, and performance expectations. Identity associated PBS infor each performance objective under measures as appropriate  Performance Objective: Move K-Basin SNF and Sludge PER RL = WW/01  Measure 1 - Amount of fuel removed  Facilities and Systems needed to move SNF from K-Basins to the Canister Storage Building (CSB) are operational as documented in the Contractor's Declaration of Readiness by September 14, 2000  Expectation(s) Regular 1 Y00  a. Declaration of Readiness includes the following  • Construction and Operational Testing for all subprojects required for Fuel Movement, i.e., CVOF, CSB, CTS, IWTS, FRS, K Basin Crane Modification, availability of MCOs and baskets.  • Management Self-Assessment per established criteria and Contractor declaration of readiness issued.  • Contractor Independent ORR.  b. Complete Phased Start-up Initiative (PSI) Phases I and II by April 15, 2000. This includes	Performance Incentive Short Title: Revision Number & Date: Maximum Available Incentive Fee: Performance Incentive Type:	FH-RC-1 Facilities and Systems Operational for Rev. 1,04/07/60 26.1% of (available fee in Contract Clat Comprehensive Fee)	r SNF Movement use B.4 minus \$3M			
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<ul> <li>b. Complete Phased Start-up Initiative (PSI) Phases I and II by April 15, 2000. This includes</li> </ul>	_	M-Assessment per established criteria and Coo	tractor declaration of readiness			
	Contractor Inde	pendent ORR.				
			1 15, 2000. This includes			

#### FY 2000 PERFORMANCE INCENTIVE: Move K-Basin SNF and Sludge

#### Measure 2 - Amount of SNF stabilized MCOs/(MTHM)

DUPLICATE ORIGINA:

Expectations	Regular	Stretch
FY00	0/(0)	None
FY01	51/(-268)*	$\tau BD$
FY02	126/ (~662)	TBD
ΓY03	119 /(~624)	TBD
FY04	104/ (~546)	TBD

<sup>\*</sup>Start of Fuel Movement - Removal of 1" MCO from K West Basin to CVDF by 11/30/00

Note: Accelerated Fuel Movement is incentivized in associated FY 2000 superstretch (PHMC-RC-1SS)

Note: Fixed year 01 thru 04 are provided for future planning purposes only. No fee is assigned to these items in FY00.

## SECTION 4 FEE SCHEDULE

Identify foe schedule by performance objective and/or measure(s)

Regular = 100% of the fee available for this Performance Incentive Measure 1.

- a. 70% of the fee available for this Performance Incentive can be earned if the Readiness to Relocate Fuel is declared by September 14, 2000. If Readiness to Relocate Fuel is declared after September 14, 2000, the total fee award available for this incentive (1.a.l) will be reduced at a rate of 2 1/3% per day until October 13, 2000. If Readiness to Relocate Fuel is declared after October 13, 2000 no fee will be awarded for this item.
- 5. 30% of the fee available for this Performance Incentive.

Measure 2. None for FY00

# SECTION 5 PERFORMANCE REQUIREMENTS

PREVIOUS YEAR'S GATEWAY Describe previous year's gateway (if applicable) that must be completed before fee can be paid under this performance measure. The requirements listed below are the gateway only requirements for this Performance Measure. Reference Contract Clause H.60 – Spent Nuclear Fuels Contingent Fee.

GENERAL REQUIREMENTS: In order to carn incentive fee under this Performance Incentive, the Contractor shall.

- 1. Meet the specific completion criteria and expectations set forth in this Performance Incentive; and
- 2. Not incur any unfavorable cost variance [(BCWP-ACWP)/BCWP] greater than 5.0 percent, or incur any unfavorable schedule variance [(BCWP-BCWS)/BCWS] greater than 7.5 percent, measured at the Project Baseline Summary level at the end of FY 2000.

**DEFINE COMPLETION:** (Specify Performance Elements and describe indicators of success (quality/progress) Include baseline documentation/data against which completion documentation should be compared).

#### Regular

Measure 1.

a. Equipment Operational and Operators Trained; Readiness Declared Completed: The contractor shall certify by correspondence to DOE that the facility is ready to startup or restart and that this has been verified by the contractor Operational Readiness Review. The correspondence shall include a final report that meets all the requirements of DOE O 425.1, Contractor Requirements Document section 2.b (8) & (9). Satisfactory completion is verified by DOE in accordance with DOE 425.1, Requirements section, paragraph 4.b (7) & (8).

# FY 2000 PERFORMANCE INCENTIVE: Move K-Basin SNF and Studge DUPLICATE

- Management Self-Assessment (Start Up Execution Plan & The Start Up Plan of Action) against established MSA criteria completed, as defined in HNF PRO-055, Rev 1, and Contractor declaration of readmess issued. This criteria includes:
  - Complete Construction and Operations) Testing for all subprojects required for Fuel Movement, (i.e. CVDF, CSB, CTS, FRS, IWTS, K Basin Crane Modification), availability of MCO added baskets
  - Approved Authorization Basis K Basins, CSB, CVDF, and CTS (Shipping Cask)
  - -- Contractor approved Procedures K Basins, CSB, CVDF, and CTS
  - Approved Authorization Agreement
  - Required Personnel qualified/certified ~ KW Basin, CVDF, CSB, and CTS (e.g. operators, IIPYs, shift supervisors, drivers, etc.)
- Contractor Independent ORR performed and completed according to Contractor procedures.
- b. Phased Start-up Initiative includes the following testing activities as defined in the FHI letter serial number FDH-9957198, of September 30, 1999, attachment baseline change request SNF 1999-085, Phase Start-up Initiative:
  - Complete integrated system testing of IWTS/FRS using dummy fuel (Phases 1 and 2).
  - Complete Cold Testing of IWTS and FRS.

#### **DEFINITIONS:** (define terms)

CSB	Canister Storage Building
CTS	Cask Transport System
CVDF	Cold Vacuum Drying Facility
Dummy fuel	Unirradiated, simulated fuel elements
FRS	Fuel Retrieval System
IJ₽ <b>T</b>	Health Physics Technician
1WTS	Integrated Water Treatment System
KE	K-East Basin
MCO	Multi Canister Overpack
MSA	Management Self Assessment
MYHM	Metric Tons of Heavy Metal
MYWP	Multi-Year Work Plan
ORR	Operational Readiness Review
PSI	Phased Stemup Institutive.

**COMPLETION DOCUMENTS LIST:** (In addition to the Completion Notice the document(s) that should be submitted/data that should be available/actions to be taken by evaluator, to determine actual performance to the requirements stated above).

- Measure 1. Facilities and Systems needed to move SNF from K-Basins to the Camster Storage Building (CSB) are Operational as documented in the Contractor's Declaration of Readiness by September 14, 2000.
  - Readiness Declated Completion: Submit Final Report per DOE O 425.1, Contractor Requirements Document section 2.b (8) & (9) and certification letter per DOE 425.1, Contractor Requirements Document section 2.b (7).

ORIGINAL.

### FY 2000 PERFORMANCE INCENTIVE: Move K-Basin SNF and Sludge

b. Phased Startup Initiative: Contractor shall submit completion telter verifying that the activities specified in Section 5, #II have been completed.

DUPLICATE

ASSUMPTIONS/TECHNICAL BOUNDARY CONDITIONS AND REMEDY STATED: (For reasonably foreseeable impacts to performance which are not covered under the Contract. If the assumption or condition proves false the remedy shall be in effect. If remedy is not possible the next step is renegotiation).

SECTION 6
SIGNATURES

R.G. Johns, Vice President
Spent Nuclear Fael Project

Millian Millian Folk
R.D. Hanson President CEO
Fluor Hanford, Inc.

P.C. Loscoe, Director
Office of Spent Nuclear Busis

K.A. Klein, Manager
Richland Operations Office

FY 2000 PERFORMANCE INCENTIVE: Retrieve and Ship TRU Offsite					
	SECTION 1 GENERAL INFORMA	TION DUPLIC	ATÉ		
Performance Incentive Number: Performance Incentive Short Title: Revision Number & Date: Maximum Available Incentive Fee: Performance Incentive Type: (check appropriate box)		TRU Offsite  see in Contract Clause B.4 minus \$3M)  stretch   Superstretch	** ***		
	SECTION 2 PERFORMANCE OUTS	COMES			
Check appropriate box:					
Outcome #I : Restore the River Co	orridor for multiple uses				
Outcome #2: Transition Central Pl		waste management			
Outcome #3: Put DOE Assets to w					
PERFORMANCE	SECTION 3 OBJECTIVE (S), MEASUR	ES AND EXPECTATION (S)			
List associated performance objectives, n associated PBS # for each performance o Performance Objective: Retrieve and S	bjective and/or measures a	expectations for FY00, FY01 & FY02. Iden s appropriate. PBS RL			
Measure 1 - # of drums retrieved					
Expectation(s) FY00 FY01 FY02 FY03 to completion	Regular unfunded unfunded unfunded 35,416	Stretch at least 425 N/A N/A N/A			
Measure 2 - # of shipments to Waste Iso  2.a. Complete draft TRU P.		lestone M-91-03)			
Expectation(s) FY00  2.b. Effective # of TRU wa	Regular unfunded	<u>Stretch</u> 6/30/00			
Expectation(s) FY00 FY01 FY02 FY03 to completion	Regular 500 TBD TBD 77,091	Stretch N/A N/A N/A N/A			

2.c. # of shipments to WIPI	P		DUPLIC: ORIGIN
Expectation(s)	Regular	Stretch	
FY00	at least 8	N/A	
FY01	at least 12	N/A	
FY02	at least 12	N/A	
FY03 to completion	1,894	N/A	
<del></del>	SECTION 4 FEE SCHRDULI	<u></u>	

Identify fee schedule by performance objective and/or measure(s)

Stretch = 30% of the fee available for this Performance Incentive

Measure 1 - 20% of the fee available for this Performance Incentive

Measure 2 -

Expectation 2.a - 10% of the fee available for this Performance Incentive

Regular = 70% of the fee available for this Performance Incentive

Measure 2 -

Expectation 2.b - 17.5% of the fee available for this Performance Incentive for at least 400 "effective" containers or 35% of the fee available for this Performance Incentive for at least 500 "effective" containers

Expectation 2.e - 17.5% of the fcc available for this Performance Incentive for at least 6 shipments or 35% of the fee available for this Performance Incentive for at least 8 shipments

Nute. Fiscal Year 01 to completion is provided for future planning purposes only. No fee is assigned to these items in FY00.

## SECTION 5 PERFORMANCE REQUIREMENTS

**PREVIOUS YEAR'S GATEWAY** Describe previous year's gateway (if applicable) that must be completed before fee can be paid under this performance measure. The requirements listed below are the gateway only requirements for this Performance Measure.

(N/A in FY 2000)

GENERAL REQUIREMENTS: In order to earn incentive fee under this Performance Incentive, the Contractor shall:

- 1. meet the specific completion criteria and expectations set forth in this Performance incentive; and
- not mour any unfavorable cost variance [(BCWP-ACWP)/BCWP] greater than 5.0 percent, or incur any
  unfavorable schedule variance [(BCWP-BCWS)/BCWS] greater than 7.5 percent, measured at the Project Baseline
  Summary level at the end of FY 2000.

**DEFINE COMPLETION:** (Specify Performance Elements and describe indicators of success (quality/progress). Include baseline documentation/data against which completion documentation should be compared).

Measure 1 - In support of TPA Milestones M-91-04/07, the contractor shall complete the retrieval of a minimum of 425 suspect-TRU drums in the Low-Level Burial Grounds by September 30, 2000. The drums do not have to be removed from the Low Level Burial Grounds to meet this completion criterion.

### FY 2000 PERFORMANCE INCENTIVE: Retrieve and Ship TRU Offsite

#### Measure 2

DUPLIOATE ORIGINAL

Expectation 2.a - To support meeting the requirements of TPA Milestone M-91.03, the contractor shall complete a draft final Hanford Site TRU/TRUM Project Management Plan (PMP) and transmit to RL by May 22, 2000. The PMP shall be prepared in accordance with the requirements of TPA Action Plan Section 11.5.

**Expectation 2.b** - The Contractor shall complete processing a minimum of 500 "effective" TRU waste containers by September 30, 2000.

**Expectation 2.c** - The Contractor shall complete a minimum of eight TRU shipments to WIPP by September 30, 2000.

DEFINITIONS: (define terms)

LLW - Low Level Waste TRII - Transuranic Waste TRUM - Transuranic Mixed Waste TRUPACT-II - Shipping Container

Measure 1 - Retrieval shall consist of removing the drums from the stack and making a waste designation as to TRU or LLW, either by assaying the drums or through a RL-approved alternate methodology. Retrieval as used in this Performance Incentive does not include removal of the drums from the Low Level Burial Grounds.

#### Measure 2 -

Expectation 2.a None

#### Expectation 2.b -

- TRU waste container processing is defined as containers processed in accordance with the Hanford Site Quality Assurance Project Plan (QAP<sub>J</sub>P) and the Hanford Site TRU Waste Certification Plan (Cert. Plan).
- Processing one "effective" TRU waste container is defined as completing Non Destructive Examination (NDE). Non Destructive Assay (NDA), and Headspace Gas Analysis activities. Completion of any one activity equals 0.33 "effective" TRU waste containers processed. (This allows for processing efficiency based upon project needs for certification and shipment of TRU containers.)

**Expectation 2.c** - A shipment is defined as a Contractor certified payload of TRU waste containers leaving the Hanford Site utilizing the TRUPACT-II shipping containers.

**COMPLETION DOCUMENTS LIST:** (In addition to the Completion Notice the document(s) that should be submitted/data that should be available/actions to be taken by evaluator, to determine actual performance to the requirements stated above).

Measure 1. The contractor shall submit a letter report to RL by October 20, 2000, documenting the number of drums retrieved by their associated package identification number (PIN) and the waste designation (J.I.W or TRU) of the drums.

#### Measure 2 -

Expectation 2.a - The contractor shall submit to RL, by May 22, 2000, a final draft of the TRU/TRUM PMP in accordance with the requirements in TPA Action Plan Section 11.5.

## FY 2000 PERFORMANCE INCENTIVE: Retrieve and Ship TRU Offsite UPLICATE

Expectation 2.b - The contractor shall provide a letter report to RL by October 20, 2000, documenting the quantity of "effective" TRU waste containers processed by Container Identification Number (CIN) and each associated process activity completed during FY 2000.

Expectation 2.c - The contractor shall submit a letter report to RL by October 20, 2000, documenting the number of shipments completed.

ASSUMPTIONS/TECHNICAL BOUNDARY CONDITIONS AND REMEDY STATED: (For reasonably foreseeable impacts to performance, which are not covered under the Contract. If the assumption or condition proves false the remedy shall be in effect. If remedy is not possible the next step is renegotiotion).

Measure I None

Measure 2 -

Expectation 2.a - None

**Expectation 2.b** - Processing is completed in accordance with existing project requirements. If additional unforcesen Carlsbad Area Office (CAO) or regulatory agency characterization/certification requirements are needed, the completion criteria will be reassessed and the program will be re-baselined per RL direction.

#### Expectation 2.c -

- EPA and New Mexico Environmental Division support shipments without additional shipment requirements.
- CAO/WIPP support shipments as scheduled (certification and resources available).
- If shipments are delayed as a result of circumstances outside the control of the Contractor, the completion criteria will be reassessed and the program will be re-baselined per RL direction.

SECTION 6 SIGNATURES	
E.S. Aromi, Project Director	Uate 4/13/00
Waste Management Project	1 /
Oblin Thite free	<u> 4/13/00</u>
R.D. Hauson, President CEO Fluor Hapford, Inc.	Date '
- Helize GBhr	4/1/00
H.E./Bilson, Assistant Manager Environmental Restoration and Waste Management	Date
1/1/4///	4/00/10
K.A. Klein, Manager	Date
Richland Operations Office	•

FY 2000 PERF	ORMANCE IN	CENTIVE: Acceler	rate Readiness To	Receive K Basin Sludge
		SECTION GENERAL INFOR		DUPLIC -TE OBIGINA:
Performance Incentive N Performance Incentive S Revision Number & Dat Maximum Available Inc Performance Incentive I (check appropriate box)	Short Title: te: contive Fee: Type:	Rev. 0, 4/7/00 2.9 % of (availa		K Basin Sludge  Clause B.4 minus \$3M)  Superstretch
	,	SECTION PERFORMANCE O		
Check appropriate box:				"
_		ndor for multiple uses		
_		eau to support long-te	rm waste manageme	ent
Outcome #3: Put	DOE Assets to wo	ik for the future		
·	ERI'ORMANCE O	SECTION BJECTIVE (8), MEAS		CTATION (S)
List associated perform associated PBS # for ea	ance objectives, me ch perfirmance ob	asures, and performa jective and/or measur	ice expectations fot es as appropriate	-FY00, FY01 & FY02. Identify
Performance Objective	e: Move K-Basin S	SNF and Sludge		PBS RL - WM04
Measure I - Amount of	Sludge Removed			
Expectation 1:	Clear T Plant (221	-T Bidg.) Canyon Dec	k to support K-Bas	in Sludge Removal:
Expectation	on(s) R	egular	<u>Stretch</u>	
FY 00	113	funded	Clear Sections 17,1	18, & 19 of T-Plant Canyon Deck
FY 01	ເນ	nfunded	Clear at Least Two	Additional Deck Sections
Expectation 2:	Remove two PDR Removal:	EX Separation Tower	s from the Canyon I	Deck to support K-Basin Sludge
<u>Expecta</u> tle	on <u>(s)                                    </u>	tegular_	Stretc	<u>h</u>
FY 00	ų	ntunded	Remov	y, Characterize, Process, and we two PUREX Separation Towers he T Plant Canyon
FY 01	u	mfunded	Remov	fy, Characterize, Process, and we two Remaining PUREX ation Towers from the T Plant

### FY 2000 PERFORMANCE INCENTIVE: Accelerate Readiness To Receive K Basin Sludge

## SECTION 4 FEE SCHEDULE

DUPLICATE

OBIGINAL

Identify fee schedule by performance objective and/or measure(s)

Regular = 0% of the fee available for this Performance Incentive

Stretch = 100% of the fee available for this Performance Incentive Measure 1:

#### Expectation 1 -

- 20% of the fee available for this Performance Incentive shall be earned for completing the 3 specified activities required to facilitate movement of Shippingport Fuel and clearing one deck section.
- 20% of the fee available for this Performance Incentive shall be earned for cleaning one additional deck section.
- ♦ 20% of the fee available for this Performance Incentive shall be earned for clearing a third deck section.

#### Expectation 2 -

- 30% of the fee available for this Performance Incentive shall be carned for removal of the first tower.
- 10% of the fee available for this Performance Incentive shall be earned for removal of the second tower.

Note. Fiscal Year 01 is provided for future planning purposes unity. No fee is assigned to these items in FY00.

## SECTION 5 PERFORMANCE REQUIREMENTS

**PREVIOUS YEAR'S GATEWAY** Describe previous year's gateway (if applicable) that must be completed before fee can be paid under this performance measure. The requirements listed below are the gateway only requirements for this Performance Measure.

(N/A in FY 2000)

GENERAL REQUIREMENTS: In order to earn incentive fee under this Performance Incentive, the Contractor shall:

- 1. meet the specific completion criteria and expectations set forth in this Performance incentive; and
- not incur any unfavorable cost variance [(BCWP ACWP)/BCWP] greater than 5.0 percent, or incur any
  unfavorable schedule variance [(BCWP-BCWS)/BCWS] greater than 7.5 percent, measured at the Project Baseline
  Stimmary level at the end of FY 2000.

**DEFINE COMPLETION:** (Specify Performance Elements and describe indicators of success (quality/progress). Include baseline documentation/data against which completion documentation should be compared).

#### Measure 1.

Expectation 1: The contractor shall, by September 30, 2000:

- A. Clear Section 17, 18, & 19 of the T-Plant Canyon Deck, and
- B. Complete the following three activities required to facilitate movement of Shippingport Fuel:
  - Project Execution Plan (PEP) according to the requirements of HNF-PRO-1999. The PEP
    will detail the actions and resources required to remove the Shippingport Fuel from the TPlant Canyon ("the Project"), and Integrate the T-Plant Canyon "Project" with other
    interfacing projects to support removal of Shippingport Fuel in FY 2002.
  - 2) Conceptual Design Document (CDD) according to the requirements of HNF-PRO-1999. The CDD will allow for definitive design and procurement to proceed on the required T-Plant Canyon "Project" tasks identified in the PEP
  - Initiation of procurement on the following long lead procurement items identified in the PEP and CDD:
    - (a) Design/fabrication of remote actuated grappler(s) to move PWR-2 fuel from the 221-T

## FY 2000 PERFORMANCE INCENTIVE: Accelerate Readiness To Receive K Basin Sludge - TE

Fuel Pool to the SNF provided MCO.

**OFIGINAL** 

- (b) An auxiliary hoist assembly to hang from the existing 10T crane hook rated to move both PWR-2 Fuel and K Basins sludge containers.
- (c) One dummy fuel element that matches PWR-2 fuel physical attributes.

Failure to complete the three actions identified in B, above and to clear at least one section of the canyon deck, as evidenced by the Completion Document List, will result in no fee awarded for this performance expectation, regardless of the number of sections cleared.

All waste removed from the carryon decks shall be disposed or stored in accordance with the requirements of HNF-EP-0063. Waste removed from cleared sections is not to be stored in the T Plant Carryon without written Contracting Officer Representative authority.

Expectation 2: The contractor shall, by September 30, 2000, remove two PUREX separation towers from within the T Plant Canyon.

The PUREX towers shall be processed such that they meet LLW disposal requirements and/or TRU storage requirements in accordance with HNF-EP-0063. Tower sections are not to be stored in the T Plant Canyon without written Contracting Officer Representative authority.

DEFINITIONS: (define terms)

LLW - Low Level Waste TRU - Transuranic Waste

T Plant Canyon Deck refers to the floor level area atop the cell cover blocks within the canyon of the 221-T Building. It does not include any gallery areas. Each deck section is approximately 40 feet in length, delineated by expansion joints in the canyon vertical side walls, and extends for approximately 37 feet in width delineated by the canyon side walls. Each section is numbered according to the building section numbers located on the canyon vertical side walls. (For a typical layout, reference: HNF-SD-WM-ISB-006, Interim Safety Basis for Solid Waste Facilities "T Plant," Facility Description, Figure 1 6.)

Cleared is defined as removal from the 221-T Canyon Deck of all excess material and equipment within a numbered section of the Canyon Deck. Cleared does not include storage of the waste in the canyon cells. Removal of residual radioactive contamination is not included (i.e. the area will not be decontaminated).

Shappingport Fuel is defined as the Shippingport Reactor Blanket Assembly Spent Nuclear Fuel currently stored in the Canyon Fuel pool in Cell 2R.

PUREX towers are defined as the large chemical separation towers removed from PUREX and stored on the T Plant Canyon dock. Two of the towers are expected to be characterized as LLW and two of the towers are expected to have components that will be classified as TRU.

Conceptual Design Document is defined in HNF-PRO-1999, Rev. 1 "Construction Program Conceptual Phase," Section 3.3.2.7.

Project Execution Plan is defined in HNF-PRO-1999, Rev. 1 "Construction Program Conceptual Phase," Section 3.3.2.3.

In tiation of procurement is defined as the issuance (release to the public) of a formal Request for Proposal (or Quotation), based on a properly prepared and approved Purchase Requisition per HNF-PRO-183 and HNF-PRO-123.

### FY 2000 PERFORMANCE INCENTIVE: Accelerate Readiness To Receive K Basin Sludge

COMPLETION DOCUMENTS LIST: (In addition to the Completion Notice the document(s) that should be submitted/data that should be available/actions to be taken by evaluator, to determine actual performance to the requirements stated above).

DUPLIC -TE
ORIGINAL

#### Measure 1

Expectation 1: The contractor shall submit to RL by October 20, 2000;

- A. A letter report documenting the numbered section(s) of deck space cleared and the material and equipment removed from the facility. The report will include:
  - Before and after photographs of each deck section cleared, and
  - An inventory of the material and equipment removed, with a listing of the storage or disposal facility(s) to which the inventory was transferred.
- B. The Project Execution Plan for removal of Shippingport Fuel from T Plant
- C. The Conceptual Design Document
- D. Copies of the processing documents for the initiation of long lead procurement activities

Expectation 2: The contractor shall submit a letter report to RL by October 20, 2000, documenting the number of PUREX towers processed and removed from the facility. The report will include:

- · Before and after photographs of the PUREX tower, and
- An inventory of the material and equipment removed, with a listing of the storage or disposal facility(s) to which the inventory was transferred.

ASSUMPTIONS/TECHNICAL BOUNDARY CONDITIONS AND REMEDY STATED: (For reasonably foresceable impacts to performance, which are not covered under the Contract. If the assumption or condition proves false the remedy shall be in effect. If remedy is not possible the next step is renegotiation).

NONE

SECTION 6 SIGNATURES	
E.S. Aromi, Project Director Waste Management Project  R.D. Hanson, President CEO Fluor Hanford, Inc.	4/13/00 Date 4/13/00 Date 4/17/00
P.G. Lostoe, Director Office of Spent Nuclear Fuels  H.E. Bilson, Assistant Manager Environmental Restoration and Waste Management  K.A. Klein, Manager Richland Operations Office	Date    Date   D



### Department of Energy

Richland Operations Office P.O. Box 550 Richland, Washington 99352

00-PRO-418

APR 2 4 2000

Mr. R. D. Hanson, President Fluor Hanford, Inc. Richland, Washington 99352

Dear Mr. Hanson:

CONTRACT NO. DE-AC06-96RL13200 – EXECUTION OF CONTRACT MODIFICATION M105

Enclosed for your files is one fully executed original of contract modification M105, including one duplicate original of Fiscal Year 2000 Performance Incentives FDH-RC-1, Facilities and Systems Operational for SNF Movement, FDH-CP-3, Retrieve and Ship TRU Offsite, and FH-RC-4, Accelerate Readiness to Receive K Basin Sludge. If you have any questions regarding this matter, please contact me at (509) 376-8948.

Sincerely.

ORIGINAL SIGNED BY: Sally A. Sieracki

PRO:GFC

Sally A. Sieracki Contracting Officer

Encloses storte to

5 Commer 1910 131913.

177611 46 46 FB +

Enclosures

cc w/encls:

J. L. Jacobsen, FH1

bec w/encls: PRO Off File PRO Rdg File

CCC Rdg File Record Note:

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APR 25 2000

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